103D CONGRESS 1ST SESSION

H. R. 2893

To amend the Federal Trade Commission Act to require nutritional claims in food advertising to meet the requirements applicable to nutritional claims for food, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

AUGUST 5, 1993

Mr. Moakley (for himself, Mr. Waxman, and Mr. Studds) introduced the following bill; which was referred to the Committee on Energy and Commerce

A BILL

To amend the Federal Trade Commission Act to require nutritional claims in food advertising to meet the requirements applicable to nutritional claims for food, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 **SECTION 1. SHORT TITLE.**
- 4 This Act may be cited as the "Nutritional Advertising
- 5 Coordination Act of 1993".

1	SEC. 2. FEDERAL TRADE COMMISSION RULES REGARDING
2	UNFAIR AND DECEPTIVE ACTS AND PRAC-
3	TICES IN CONNECTION WITH FOOD ADVER-
4	TISING.
5	(a) Regulations.—Section 5 of the Federal Trade
6	Commission Act (15 U.S.C. 45) is amended by adding at
7	the end the following:
8	"(n) The Commission shall prescribe rules to prohibit
9	unfair and deceptive acts and practices in food advertising.
10	Such rules shall require that claims in advertising for
11	food—
12	"(1) characterizing the level of any nutrient in
13	the food of the type required by section $403(q)(1)$ or
14	403(q)(2) of the Federal Food, Drug, and Cosmetic
15	Act to be in the labeling of the food, or
16	"(2) characterizing the relationship of any such
17	nutrient to a disease or health related condition,
18	shall be consistent, to the fullest extent feasible, with sec-
19	tion $403(r)$ of the Federal Food, Drug, and Cosmetic Act
20	and with the regulations of the Secretary of Health and
21	Human Services implementing such section and the cor-
22	responding regulations issued by the Secretary of Agri-
23	culture.".
24	(b) Rulemaking.—
25	(1) Section 18 rule.—A rule issued under
26	section 5(n) of the Federal Trade Commission Act

- 1 (added by subsection (a)) shall be treated as a rule 2 issued under section 18(a)(1)(B) of such Act (15 3 U.S.C. 57a(a)(1)(B)).
 - (2) Time and procedure.—
 - (A) TIME PERIOD.—The Federal Trade
 Commission shall issue proposed rules under
 section 5(n) of the Federal Trade Commission
 Act (as added by subsection (a)) within 180
 days of the date of the enactment of this Act
 and shall issue final rules under such section
 within 360 days of such enactment.
- 12 (B) PROCEDURE.—The Federal Trade
 13 Commission shall issue rules under section 5(n)
 14 of the Federal Trade Commission Act (as added
 15 by subsection (a)) in accordance with section
 16 553 of title 5, United States Code.

17 SEC. 3. ACTIONS BY STATES.

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(a) In General.—Whenever an attorney general of any State has reason to believe that the interests of the residents of that State have been or are being threatened or adversely affected because any person has engaged or is engaging in a pattern or practice which violates any rule of the Federal Trade Commission under section 5(n) of the Federal Trade Commission Act, the State may bring a civil action on behalf of its residents in an appropriate

- 1 district court of the United States to enjoin such pattern
- 2 or practice, to enforce compliance with such rule of the
- 3 Commission, to obtain damages on behalf of their resi-
- 4 dents, or to obtain such further and other relief as the
- 5 court may deem appropriate.
- 6 (b) NOTICE.—A State shall serve prior written notice
- 7 of any civil action under subsection (a) upon the Federal
- 8 Trade Commission and provide the Commission with a
- 9 copy of its complaint, except that if it is not feasible for
- 10 the State to provide such prior notice, the State shall serve
- 11 such notice immediately upon instituting such action.
- 12 Upon receiving a notice respecting a civil action, the Com-
- 13 mission shall have the right (1) to intervene in such action,
- 14 (2) upon so intervening, to be heard on all matters arising
- 15 therein, and (3) to file petitions for appeal.
- 16 (c) VENUE.—Any civil action brought under sub-
- 17 section (a) in a district court of the United States may
- 18 be brought in the district where the defendant transacts
- 19 business or where the violation occurred.
- 20 (d) Investigatory Powers.—For purposes of
- 21 bringing any civil action under subsection (a), nothing in
- 22 this section shall prevent the attorney general from exer-
- 23 cising the powers conferred on the attorney general by the
- 24 laws of such State to conduct investigations, including ad-
- 25 ministering oaths or affirmations, compeling the attend-

- 1 ance of witnesses, or the production of documentary and
- 2 other evidence.
- 3 (e) Limitation.—Whenever the Federal Trade Com-
- 4 mission has instituted a civil action for violation of any
- 5 rule under section 5(n) of the Federal Trade Commission
- 6 Act, no State may, during the pendency of such action
- 7 instituted by the Commission, subsequently institute a
- 8 civil action against any defendant named in the Commis-
- 9 sion's complaint for violation of any such rule as alleged
- 10 in the Commission's complaint.
- 11 (f) ACTIONS BY OTHER STATE OR LOCAL OFFI-
- 12 CIALS.—
- 13 (1) IN GENERAL.—Nothing contained in this
- section shall prohibit an official authorized by a
- 15 State or locality from proceeding in a court of a
- State or locality on the basis of an alleged violation
- of any general civil or criminal statute of such State
- or locality.
- 19 (2) OTHER OFFICIALS.—In addition to actions
- brought by an attorney general of a State under
- subsection (a), such an action may be brought by
- other officials authorized by a State or locality to
- bring actions in such State for protection of consum-
- ers and who are designated by the Commission to
- bring an action under subsection (a) against persons

- that the Commission has determined have or are engaged in a pattern or practice which violates a rule of the Commission under section 2(a).
 - (h) DEFINITIONS.—For purposes of this section:
 - (1) The term "attorney general" means the chief legal officer of a State.
 - (2) The term "State" means any State of the United States, the District of Columbia, Puerto Rico, the Northern Mariana Islands, and any territory or possession of the United States.
 - (3) The term "locality" means any political subdivision of a State as defined in paragraph (2).

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